

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

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In re	:	Chapter 11
	:	
DELPHI CORPORATION, <u>et al.</u> ,	:	Case No. 05-44481 (RDD)
	:	
Debtors.	:	(Jointly Administered)
	:	
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FOURTH OMNIBUS ORDER RESOLVING CERTAIN OBJECTIONS TO
NONASSUMPTION OF CERTAIN CONTRACTS AND LEASES,
ASSUMPTION AND ASSIGNMENT OF EXECUTORY CONTRACTS
AND UNEXPIRED LEASES, AND CURE AMOUNTS

("FOURTH SECTION 365 OBJECTION ORDER")

Upon the motion, dated October 3, 2008 (Docket No. 14310), as supplemented on June 1, 2009 (Docket No. 16646) (together, the "Motion"), of Delphi Corporation and certain of its subsidiaries and affiliates, debtors and debtors-in-possession in the above-captioned cases (collectively, the "Debtors"), for entry of an order (i) approving certain modifications to the confirmed First Amended Joint Plan of Reorganization of Delphi Corporation and Certain Affiliates, Debtors and Debtors-In-Possession, as amended on January 25, 2008 (as modified, the "Modified Plan"),¹ including the sale of certain assets pursuant to the Master Disposition Agreement, (ii) setting a final hearing date for approval of the Debtors' proposed plan modifications, (iii) approving the form and manner of notices relating to the assumption and assignment of executory contracts and unexpired leases under the Modified Plan, and (iv)

¹ Capitalized terms not defined herein shall have the meanings ascribed to them in the Modified Plan.

authorizing the assumption and assignment of certain prepetition executory contracts and unexpired leases (collectively, the "Assumed and Assigned Contracts") in accordance with the Modified Plan and the Master Disposition Agreement; and the Court on June 16, 2009 having entered an order approving, among other things, the form and manner of notices relating to (a) the nonassumption of certain contracts and leases, (b) amended cure amounts, and (c) the assumption and assignment of executory contracts and leases to be assigned to the applicable Buyer under the Master Disposition Agreement (Docket No. 17032); and the Court on July 30, 2009 having entered an order approving the Modified Plan (the "Modification Approval Order") (Docket No. 18707); and upon the objections listed on Exhibit A hereto by various counterparties to (w) nonassumption of certain contracts and leases, (x) adequate assurance of future performance, (y) assumption and/or assignment with respect to executory contracts or unexpired leases to be assumed and/or assigned under the Modified Plan, and/or (z) cure amounts (the "Section 365 Objections"); and the hearing on certain Section 365 Objections having been adjourned to October 7, 2009 (the "Fourth Section 365 Objections Hearing ") or as otherwise noted (a) on the notice of adjournment, dated August 25, 2009 (Docket No. 18833); (b) on the Second Section 365 Objection Order, dated August 28, 2009 (Docket No. 18842); (c) on the notice of adjournment, dated September 17, 2009 (Docket No. 18911); (d) on the Third Section 365 Objection Order, entered September 25, 2009 (Docket No. 18935); (e) on the notice of adjournment, dated October 2, 2009 (Docket No. 18953); or (f) herein; and the Court having reviewed and considered certain of the Section 365 Objections and the Motion; and it appearing that the relief requested in the Motion and granted herein is in the best interests of the Debtors, their estates, creditors, stakeholders, and other parties-in-interest; and after due deliberation thereon, and sufficient cause appearing therefor,

IT IS HEREBY FOUND AND DETERMINED THAT:²

A. This Court has jurisdiction over the Motion and the Section 365 Objections pursuant to 28 U.S.C. §§ 157 and 1334. The Motion and the Section 365 Objections are core proceedings under 28 U.S.C. § 157(b)(2). Venue of these cases, the Motion, and the Section 365 Objections in this district is proper under 28 U.S.C. §§ 1408 and 1409.

B. The statutory predicates for the relief sought with respect to the Section 365 Objections are sections 365 and 1123 of 11 U.S.C. §§ 101-1330, as amended and in effect on October 8, 2005 (the "Bankruptcy Code"), and Fed. R. Bankr. P. 2002, 6004, 6006, and 9014.

C. As evidenced by the affidavits of service previously filed with the Court, (i) proper, timely, adequate, and sufficient notice of the Motion, the Fourth Section 365 Objections Hearing, notices of the assumption and assignment of the Assumed and Assigned Contracts, the Notices of Non-Assumption (as defined in the Modification Procedures Order), and the Amended Cure Amount Notices (as defined in the Modification Procedures Order) as approved herein was provided in accordance with sections 102(1), 365, and 1123 of the Bankruptcy Code and Fed. R. Bankr. P. 2002, 6004, 6006, and 9014, (ii) such notice was good, sufficient, and appropriate under the circumstances, and (iii) no other or further notice of the Motion, the Fourth Section 365 Objections Hearing, the assumption and/or assignment of the contracts and unexpired leases covered by the Section 365 Objections pursuant to the terms set forth herein, or the applicable cure amounts is necessary.

D. The Section 365 Objection listed on Exhibit B-1 hereto has been resolved and therefore withdrawn and the Section 365 Objections listed on Exhibit B-2 hereto have been

² Findings of fact shall be construed as conclusions of law and conclusions of law shall be construed as findings of fact when appropriate. See Fed. R. Bankr. P. 7052.

resolved by separate stipulations (together, the "Resolved Objections"), and all such objections are subject to all findings and conclusions and decretal paragraphs of the Modification Approval Order.

E. The hearing on the Section 365 Objections set forth on Exhibit C hereto (the "Outstanding Objections") are hereby either (a) adjourned or scheduled as set forth on Exhibit C attached hereto, subject to further adjournment by the Debtors in accordance with the Modification Approval Order, or (b) to the extent so reflected on Exhibit C attached hereto, subject to the Debtors' right to notice such objection for a hearing in accordance with the Modification Approval Order.

F. The notices of assumption and assignment for the contracts listed on Exhibit D hereto are hereby withdrawn.

G. Pursuant to Articles II and X of the Modified Plan, a counterparty who wished to assert a postpetition default was required to file an Administrative Claim. Accordingly, to the extent that any objections, except to the extent included in the Outstanding Objections, assert cure amounts that relate to postpetition obligations of the Debtors (the "Postpetition Obligation Objections"), the Administrative Claim reconciliation process set forth under Articles II and X of the Modified Plan and in the Master Disposition Agreement, and the Debtors' payment of Administrative Claims in accordance with the Modified Plan, the Master Disposition Agreement, and orders of this Court constitutes adequate assurance of prompt cure or will in fact cure any defaults that might have occurred after the Petition Date, including any obligation asserted in the Postpetition Obligation Objections, for purposes of assumption and assignment of the Assumed and Assigned Contracts pursuant to section 365 of the Bankruptcy Code.

H. The relief requested in the Motion and granted herein is in the best interests of the Debtors, their estates, creditors, stakeholders, and other parties-in-interest.

NOW THEREFORE, IT IS HEREBY ORDERED, ADJUDGED, AND DECREED THAT:

1. The Resolved Objections listed on Exhibit B-1 and Exhibit B-2 shall be subject to all findings and conclusions and decretal paragraphs of the Modification Approval Order, including without limitation all findings and conclusions and decretal paragraphs approving the assumption and assignment of the Assumed and Assigned Contracts pursuant to section 365 of the Bankruptcy Code.

2. The hearing on the Motion as it pertains to the contracts covered by the Outstanding Objections listed on Exhibit C shall be (a) adjourned or scheduled as set forth on Exhibit C attached hereto, subject to further adjournment in accordance with the Modification Approval Order, or (b) to the extent so reflected on Exhibit C attached hereto, subject to the Debtors' right to notice such objection for a hearing in accordance with the Modification Approval Order.

3. The notices of assumption and assignment for the contracts listed on Exhibit D are hereby withdrawn; provided, however, that nothing in this order shall prejudice any existing rights of the Debtors, the applicable assignee, or the applicable counterparties under such contracts. In the event that such counterparty has a postpetition administrative claim, such claims, including but not limited to any postpetition obligations ultimately determined to exist that have arisen prior to the effective date under the Debtors' Modified Plan, will be resolved in accordance with the treatment provided for Administrative Claims under the Modified Plan.

4. The Postpetition Obligation Objections, except to the extent included in the Outstanding Objections, are hereby overruled to the extent such objections assert cure amounts relating to postpetition obligations. Any unpaid postpetition obligations arising under the Assumed and Assigned Contracts shall be satisfied as follows: (i) undisputed postpetition obligations that are not yet due and payable pursuant to the applicable contract terms shall be paid by the Debtors or the Buyers, as applicable, in the ordinary course of business, and (ii) all other postpetition obligations shall be subject to the treatment provided for Administrative Claims under Articles II and X of the Modified Plan and as set forth in the Master Disposition Agreement; provided, however, that this order shall be without prejudice to the right of counterparties to the Assumed and Assigned Contracts to reassert their Postpetition Obligation Objections in the event that such counterparties are barred from seeking payment of an Administrative Claim under the Modified Plan; provided further, however, to the extent that a counterparty asserts an Administrative Claim relating to an Assumed and Assigned Contract that is Allowed or Disallowed pursuant to a Final Order of this Court, such counterparty shall be bound by the Final Order and shall not be entitled to assert or reassert any claim for cure under section 365 of the Bankruptcy Code.

5. Nothing in this order shall prejudice the rights of any party with respect to disputed cure amounts under Article 8.2 of the Modified Plan, except to the extent such dispute was consensually resolved, or if not resolved, such dispute was expressly considered and ruled on at the Section 365 Objection Hearing or as otherwise set forth herein.

Dated: New York, New York
October 7, 2009

/s/Robert D. Drain

UNITED STATES BANKRUPTCY JUDGE

Exhibit A

DOCKET NO.	OBJECTOR
18430	AB Automotive Electronics, Ltd.; AB Automotive Inc.; BI Technologies Corporation, International Resistive Company, Inc. (a.k.a. International Resistive Company Wire & Film Technologies Division); International Resistive Company of Texas, LP (a.k.a. International Resistive Company Advanced Film Division); Optek Technology, Inc.; and Welwyn Components Ltd.
18216	ACE American Insurance Company, Pacific Employers Insurance Company, and Illinois Union Insurance Company
17767, 17773, 18395	American Aikoku Alpha, Inc.
18463	AM General LLC
18402	ATEL Leasing Corporation
18266	AT&T Corp., AT&T Solutions Inc., and SBC Global Services Inc.
18221	Audio MPEG, Inc. and Societa' Italiana per lo Sviluppo dell'Elettronica
18254, 18368, 18711	Autocam Corporation
18468	Behr America, Inc.
18382, 18394	Bing Metals Group, LLC
18273	Brazeway, Inc.
18480	Brose North America Holding LP
18565	Carrier Corporation
18404	Cisco Systems, Inc.
18219, 18392	Clarion Corporation of America
18234, 18652, 18705, 18720	Connecticut General Life Insurance Company
18372	Continental AG
18365	Dätwyler Rubber
18481	E.I. du Pont de Nemours and Company
18389	Federal Screw Works
18323	F&G Multi-Slide Inc.
18358	F&G Tool & Die Co.
18417	Findlay Industries, Inc.
18405, 18545	Flextronics International Ltd.
18398, 18750	Ford Motor Company
18491	Freudenberg-NOK General Partnership, Freudenberg-NOK de Queretaro, S.A. de C.V. and Freudenber Filtration Technologies
18256, 18472, 18706	Furukawa Electric Company, Ltd. and Furukawa Electric North America
18473	General Electric Capital Corporation

DOCKET NO.	OBJECTOR
18397	Gibbs Die Casting Corporation
18297	Hewlett-Packard Company and Electronic Data Systems, LLC
18782	Judd Wire, Inc.
18946	Kokomo Gas And Fuel Company
18228, 18490	Lear Corporation
18385, 18386, 18387, 18388	Linamar Corporation and Linamar Holdings, Inc.; Linamar Corporation, Inavar Division; Linamar Corporation, Roctel Division; Linamar Corporation, Vehcom Division
18489, 18740	Littelfuse, Inc.
18739, 18755	Methode Electronics, Inc.
18400	Microsoft Corporation and Microsoft Licensing, GP
18390	MIS Environmental Services, Inc. and MIS Corporation -- Michigan, a.k.a. Michigan Environmental Services, Inc.
18369	Motorola, Inc.
18374	Navistar, Inc.
18556	NEC Electronics America, Inc.
18494	Nidec Motors & Actuators (USA), Inc.
18456	Nissan North America, Inc.
18235, 18679	Ogura Clutch Company
18406	Panalpina Management Ltd. and Panalpina, Inc.
18220, 18474	PBR Tennessee, Inc.
18929	QAD, Inc.
18414	Siemens Product Lifecycle Management Software Inc.
18223, 18401	SKF USA Inc.
18754	Spartech Corporation and Spartech Polycom, Inc.
18574	STMicroelectronics, Inc.
18407, 18547	Sun Microsystems, Inc.
18261	Sunrise Medical HHG, Inc.
18570	Technical Materials Inc.
18487, 18488, 18738	The Timken Company
18399	TK Holdings Inc. and Takata Corporation
18485, 18271, 18484, 18486, 18742	Toyota Motor Corporation; Toyota Motor Engineering & Manufacturing North America Inc; Toyota Motor Sales, U.S.A., Inc.
18573	Tyco Electronics and Precision Interconnect
18408, 18546	United Parcel Service
18483	Valeo, Inc.
18420	Vitec, LLC
18373, 18245	XM Satellite Radio Inc.

Exhibit B-1

DOCKET NO.	OBJECTOR
18494	Nidec Motors & Actuators (U.S.A.), Inc.

Exhibit B-2

DOCKET NO.	OBJECTOR
18402	ATEL Leasing Corporation
18266	AT&T Corp., AT&T Solutions Inc., and SBC Global Services Inc.
18556	NEC Electronics America, Inc.

Exhibit C

DOCKET NO.	OBJECTOR	HEARING DATE
18430	AB Automotive Electronics, Ltd.; AB Automotive Inc.; BI Technologies Corporation, International Resistive Company, Inc. (a.k.a. International Resistive Company Wire & Film Technologies Division); International Resistive Company of Texas, LP (a.k.a. International Resistive Company Advanced Film Division); Optek Technology, Inc. and Welwyn Components Ltd. ³	October 22, 2009
18234, 18652, 18705, 18720	Connecticut General Life Insurance Company	October 22, 2009
18473	General Electric Capital Corporation	October 22, 2009
18946	Kokomo Gas And Fuel Company	October 22, 2009
18929	QAD, Inc.	May be noticed by the Debtors for a hearing in accordance with the Modification Approval Order
18261	Sunrise Medical HHG, Inc.	October 22, 2009
18487, 18488, 18738	The Timken Company	October 22, 2009
18373, 18245	XM Satellite Radio Inc.	October 22, 2009

³ Only the portion of the objection related to BI Technologies Corporation shall be adjourned to October 22, 2009. All other portions of this objection were withdrawn or otherwise resolved pursuant to the Third Section 365 Objection Order.

Exhibit D

COUNTERPARTY	CONTRACT
Nidec Motors & Actuators (U.S.A.), Inc.	2004
	10003
	10003
	20004
	20004
	710003
	710004
	910003
	910004
	30020087
	30020206
	30020232
	30020234
	5500002046
	06-012128
	06-012132
Valeo Electrical Systems EFT Airflow Division	D0550055268
	D0550053730
Valeo Electrical Systems Inc	06-012128
	06-012132
	10003
	10003
	20004
	20004
	20004
	2004
	30020087
	30020206
	30020232
	30020234
	5500002046
	710003
Valeo Climate Control	06-012128
	06-012132
	10003
	10003

COUNTERPARTY	CONTRACT
Valeo Climate Control	20004
	20004
	2004
	30020087
	30020206
	30020232
	30020234
	710003
	710004
Valeo Sylvania LLC	06-012128
	06-012132